GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:2901
ANSWERED ON:07.12.2001
I.T. EXEMPTION ON DONATION
KINJARAPU YERRANNAIDU

Will the Minister of FINANCE be pleased to state:

(a) whether the State Government of Andhra Praesh has sought income tax exemption for donations to the State cultural foundation being set up by the Andhra Pradesh cultural council to promote diverse cultural activities in the State; and

(b) if so, the reaction of the Government thereto?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (BALASAHEB VIKHE PATIL)

(a) Yes, Sir.

(b) Under the provisions of section 80G of the Income tax Act, 100% deduction is allowed to donations made to certain funds of national importance or to certain State funds for disaster management and medical relief to the poor. Other funds enjoy concession of 50% deduction, for which the foundation set up by the Andhra Pradesh Cultural Council would also be eligible